

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 97 - HB 342

March 11, 2011

SUMMARY OF BILL: Prohibits local governments from installing new traffic enforcement cameras, entering into new contracts, or amending existing contracts for traffic enforcement cameras after July 1, 2011.

ESTIMATED FISCAL IMPACT:

Forgone Local Revenue – \$2,102,900
Decrease Local Revenue – \$5,594,100

Assumptions:

- According to a 2011 Fiscal Review Committee Survey of communities currently utilizing traffic enforcement cameras, the average monthly revenue to local governments per camera is \$3,370 or \$40,440 (\$3,370 x 12) per year. There are approximately 13 cameras per community.
- According to a 2010 Fiscal Review Committee Survey, eight municipalities not currently operating cameras are considering their use. Estimate assumes that in the absence of this legislation, 50 percent (or 4) would have utilized traffic enforcement cameras resulting in forgone revenue to local governments of approximately \$2,102,880 [(\$40,440 x 13 cameras) x 4 municipalities].
- Based on a 2011 Fiscal Review Committee Survey of communities currently utilizing traffic enforcement cameras, local governments currently operating traffic enforcement collect revenue of approximately \$5,594,081 as a result of traffic citations and fines. Existing contracts will be phased out over an unknown period of time. Annual local revenue of approximately \$5,594,100 will decrease as contract terms expire.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

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